



COMMUNITY DEVELOPMENT COMMISSION

County of Los Angeles

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Commissioners

Carlos Jackson

Executive Director

June 6, 2006

Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Supervisors:

**APPROVE EXCHANGE OF CDBG FUNDS BETWEEN FIRST SUPERVISORIAL
DISTRICT AND THE CITY OF AVALON (1, 4)
(3 Vote)**

IT IS RECOMMENDED THAT THE BOARD OF SUPERVISORS:

1. Approve Amendment No. 2 to Community Development Block Grant (CDBG) Reimbursable Contract No. 72220 between the County of Los Angeles and the City of Avalon, to remove \$11,832 in CDBG funds, which will be exchanged for \$7,690.80 in First District Project and Facility Development Funds, thereby reducing the amount of allocated funds from \$77,391 to \$65,559.
2. Authorize the Executive Director of the Community Development Commission, acting as agent of the County of Los Angeles, to execute on behalf of the County of Los Angeles a CDBG Reimbursable Contract Amendment, attached hereto in substantially final form, to be effective, following approval as to form by County Counsel and execution by all parties, through June 30, 2006.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION:

The City of Avalon has agreed to exchange \$11,832 in CDBG funds with the First Supervisorial District for funds in the Project and Facility Development Fund. The proposed amendment to the City of Avalon's CDBG Reimbursable Contract will effectuate the transfer of these funds.

FISCAL IMPACT/FINANCING:

The City of Avalon has agreed to transfer \$11,832, in previously allocated CDBG funds, to the First Supervisorial District, in exchange for \$7,690.80 in funds from the Project and Facility Development Fund. The current contract amount for the Reimbursable Contract with the City of Avalon is \$77,391 in CDBG funds. The proposed amendment will decrease the contract amount to \$65,559.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS:

The City of Avalon CDBG Reimbursable Contract Amendment, attached in substantially final form, will be used for the proposed transfer of funds between the First Supervisorial District and the City of Avalon. The First Supervisorial District will use the additional CDBG funds to implement CDBG-eligible projects for low- and moderate-income persons. The City of Avalon will use the First District funds for city operations. The CDBG Reimbursable Contract Amendment will be effective following approval as to form by County Counsel and execution by all parties.

ENVIRONMENTAL DOCUMENTATION:

This action is exempt from the provisions of the National Environmental Policy Act pursuant to 24 Code of Federal Regulations, Part 58, Section 58.34 (a)(3) because it involves administrative activities that will not have a physical impact on or result in any physical changes to the environment. These activities are not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to State CEQA Guidelines 15060(c)(3) and 15378 because they are not defined as a project under CEQA and do not have the potential for causing a significant effect on the environment.

IMPACT ON CURRENT PROGRAM:

The proposed action will enable the County to administer and implement CDBG-eligible projects to benefit low- and moderate-income persons in the First Supervisorial District and the City of Avalon to use funds for city operations.

Respectfully submitted,

CARLOS JACKSON
Executive Director

Attachment: 1

**COUNTY OF LOS ANGELES
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
REIMBURSABLE CONTRACT WITH PARTICIPATING CITY
AMENDMENT NUMBER 2**

CITY: AVALON

CONTRACT NUMBER: 72220

THIS AMENDMENT NO. 2 TO CONTRACT 72220 is made this_____ day of _____, 2006, by and between the County of Los Angeles, hereinafter called the "County," and the City of Avalon, hereinafter called the "Participating City."

WITNESSETH THAT:

WHEREAS, the County previously entered into a Community Development Block Grant Program Reimbursable Contract with Participating City, Contract Number 72220 dated July 1, 2003; and amended July 1, 2004;

WHEREAS, the County desires to exchange its Project and Facility Development funds for the Participating City's CDBG funds in order that the County may better implement its CDBG-eligible projects and the Participating City may gain additional funds for its general city operations;

WHEREAS, the Executive Director of the Community Development Commission of the County of Los Angeles administers this Contract on behalf of the County.

NOW, THEREFORE, in consideration of the mutual undertakings provided herein, the parties agree that said Contract Number 72220 be amended as follows:

1. **COMPENSATION AND METHOD OF PAYMENT** has been amended to show a total compensation amount of sixty five thousand five hundred fifty nine dollars (\$65,559). This is a reduction of eleven thousand eight hundred thirty-two dollars (\$11,832) to the compensation amount.
2. All other terms and conditions of said Contract shall remain in full force and effect.

IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by the Executive Director of the Community Development Commission of the County of Los Angeles, and the Participating City has subscribed the same through its duly authorized officers on the day, month and year first above written.

COUNTY OF LOS ANGELES

CITY OF AVALON

BY: _____
CARLOS JACKSON, Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____

TITLE: _____

ATTEST: _____

CITY CLERK: _____

APPROVED AS TO FORM:

APPROVED AS TO PROGRAM:

RAYMOND G. FORTNER, JR.
County Counsel

CARLOS JACKSON, Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____
Deputy

BY: _____
Director, CDBG